CONTRIBUTION OF VAT IN TOTAL GOVERNMENT REVENUE AND GDP IN NEPAL

Submitted to Office of the Dean Faculty of Management Tribhuvan University

By

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In Partial Fulfillment of the Requirement for the Degree of MASTER OF BUSINESS STUDIES (MBS)

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March, 2013

RECOMMENDATION

This is to Certify that the Thesis

Submitted By

Arjun Subedi

Entitled

Contribution of VAT in Total Government Revenue and GDP in Nepal

has been approved by this Department in the prescribed format of Faculty of Management. This thesis is forwarded for examination.

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DECLARATION

I hereby declare that the thesis **Contribution of VAT in Total Government Revenue and GDP in Nepal submitted** to Lumbini Banijya Campus, the Faculty of Management, Tribhuvan University is my original work done for the partial fulfillment of requirements for the Degree of Master of Business Studies (M.B.S.) under the supervision of Mr. Dipak Prasad Pandey of Lumbini Banijya Campus.

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LIST OF ABBREVIATIONS

| DG | Director General. |
|--------|----------------------------------------------------|
| DANIDA | Danish International Development Agency. |
| EEC | European Economic Community. |
| FY | Fiscal Year. |
| GDP | Gross Domestic Product. |
| GON | Government of Nepal. |
| IRD | Inland Revenue Department. |
| IT | Income Tax. |
| MBS | Master of Business Studies. |
| MOF | Ministry of Finance. |
| MODVAT | Modified Value Added Tax. |
| NRB | Nepal Rastra Bank. |
| PAN | Permanent Account Number. |
| TU | Tribhuvan University. |
| TPIN | Tax Payer Identification Number. |
| USAID | United States Agency for International Development |
| VAT | Value Added Tax. |